

Sustainability Bulletin

October 2024

JCR Eurasia Rating

Economic Research



The Directorate of Climate Change has opened the draft of the Türkiye Green Taxonomy Regulation for public consultation

Directorate of Climate Change made public the exposure draft of the Türkiye Green Taxonomy Regulation. The taxonomy will provide guidance on which investments are environmentally sustainable and will guide the issue of a common language and clear definitions on sustainability.



Along with the draft, 17 sectors and over 130 activity areas that will be included within the scope of the taxonomy have been identified. Additionally, taxonomy disclosure tables, the justification for the Türkiye Green Taxonomy Regulation, and the Draft Technical Screening Criteria have also been published with the draft.

ESMA's Trends, Risks, and Vulnerabilities report has been published.

The second issue of the Trends, Risks and Vulnerabilities report for 2024 has been published by the European Securities and Markets Authority (ESMA). The report also addressed developments in sustainable finance.



The report states that investors have taken a more active role in financing green transition in recent years, while the decline in market shares of ESG-related finance instruments is alarming. The report states that with the information provided by companies in carrying out green transition, they will be able to obtain the funds required for the transition from a wide range of participants in the coming period.

EPA has updated its recommendations for Federal purchases.

The U.S. Environmental Protection Agency (EPA) has shared updates to its Recommendations of Specifications, Standards, and Ecolabels for Federal Purchases, which will help governments and other buyers determine whether products they purchase are sustainable.



The updated recommendations will help identify thousands of products that contain more sustainable, climate-friendly or safer chemical ingredients across 35 product and service categories, according to ESG Today.



Hong Kong is implementing IFRS-aligned sustainability reporting standards.

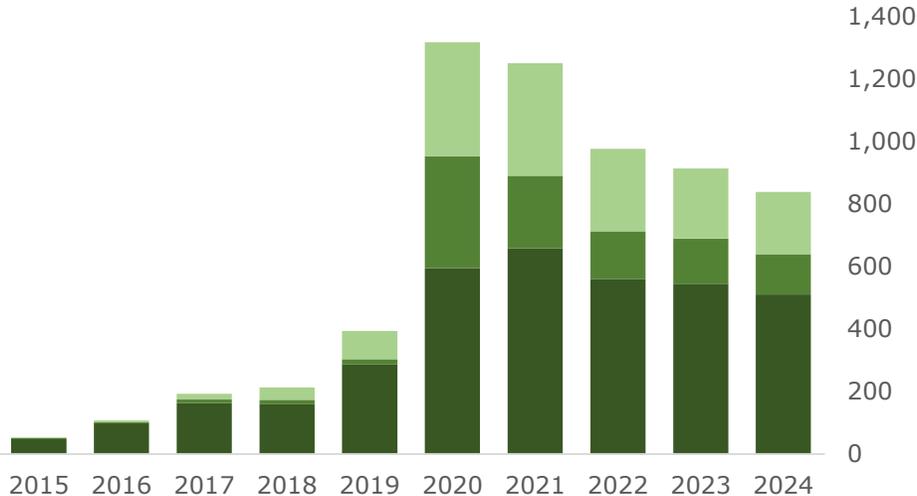
The Hong Kong Institute of Certified Public Accountants has published its draft standards for reporting sustainability and climate-related financial information. The draft, which is fully aligned with IFRS S1 and IFRS S2 issued by the ISSB, will be effective from August 2025.



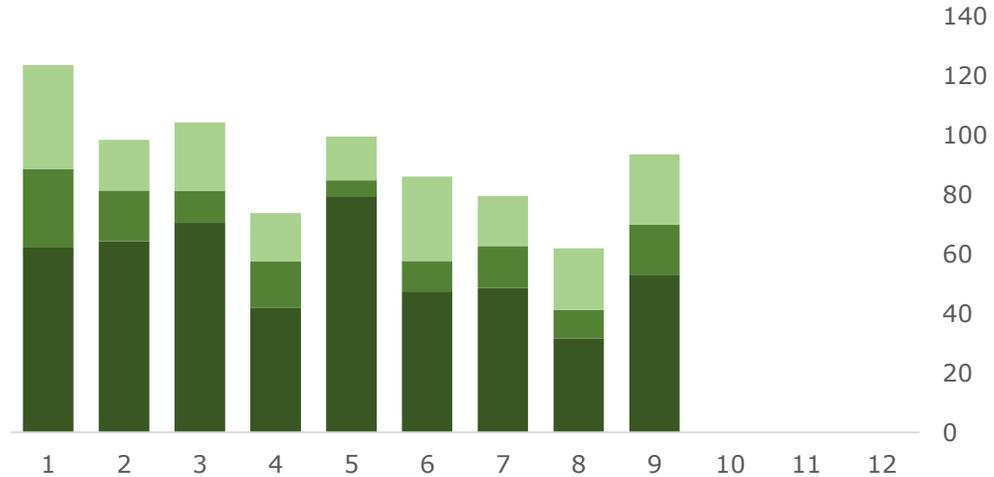
IFRS S1 and IFRS S2, which facilitate investors and financial statement users' access to companies' sustainability and climate-related risks and opportunities, entered into force in June 2023, and Türkiye was the first country to implement the standards.

Sustainable Bond Market

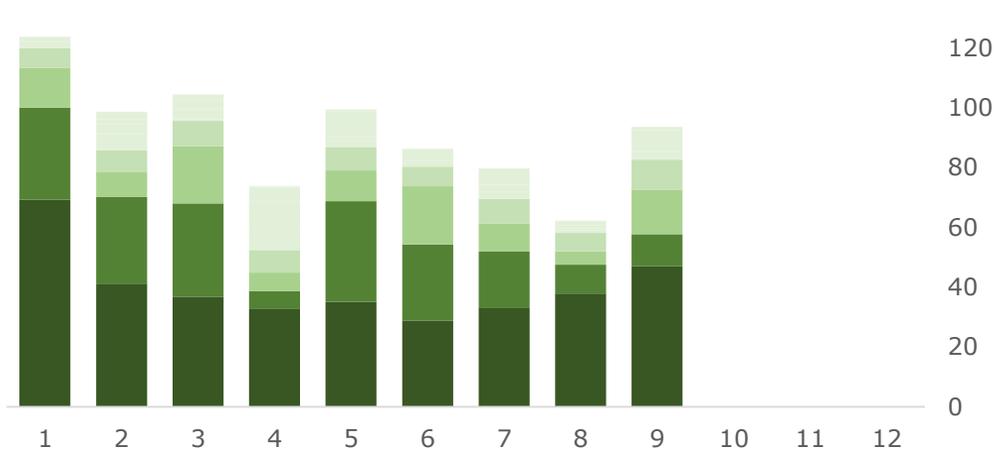
Sustainable Bond Issues
Green Social Sustainability (Billion USD)



Monthly Sustainable Bond Issues in 2024
Green Social Sustainability (Billion USD)



Sectoral Breakdown of Monthly Sustainable Bond Issues in 2024
Financials Government Activity Technology Industrials Others (Billion USD)

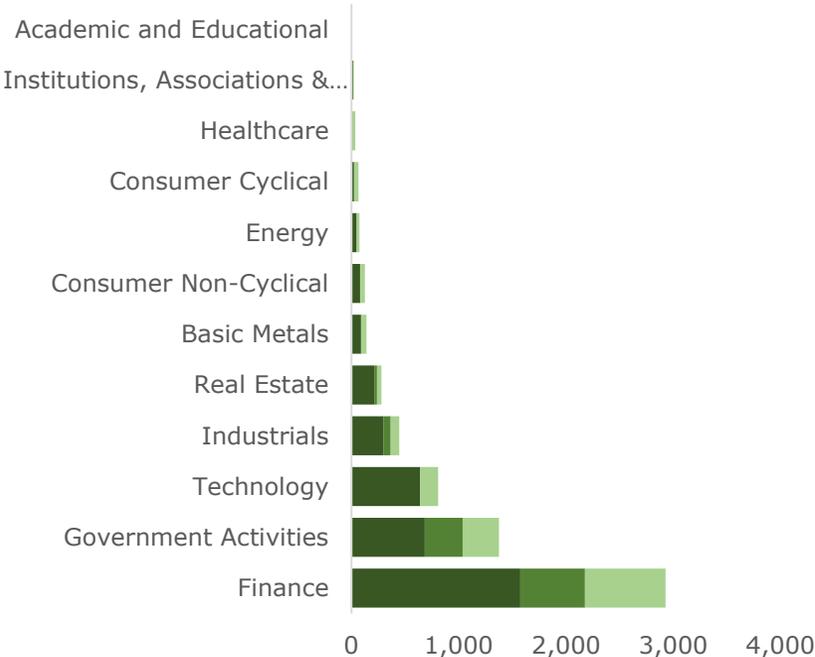


Source: JCR-ER, Refinitiv

Sustainable Bond Market

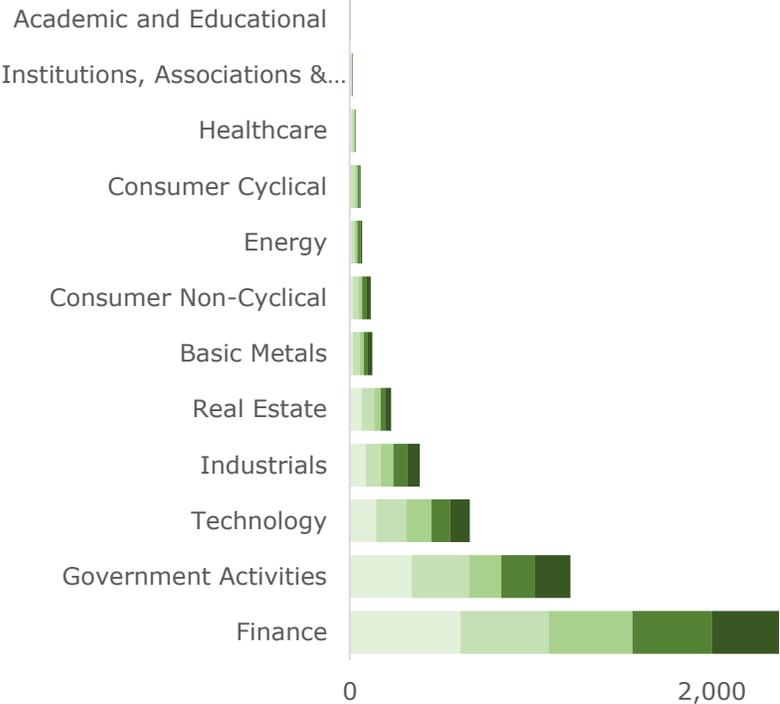
Sustainable Bond Issuance Sector-Bond Breakdown in 2006-2024 Period

Green Social Sustainability (Billion USD)



Sustainable Bond Issue Sector-Year Breakdown in 2020-2024 Period

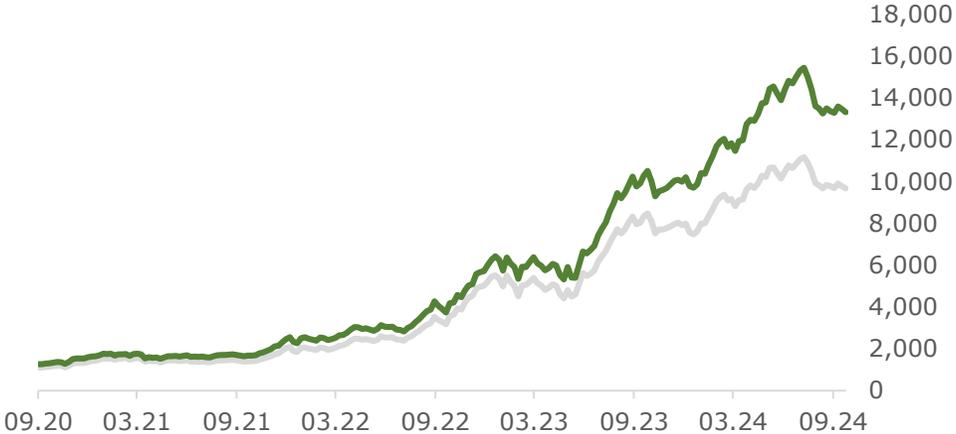
2024 2023 2022 2021 (Billion USD)



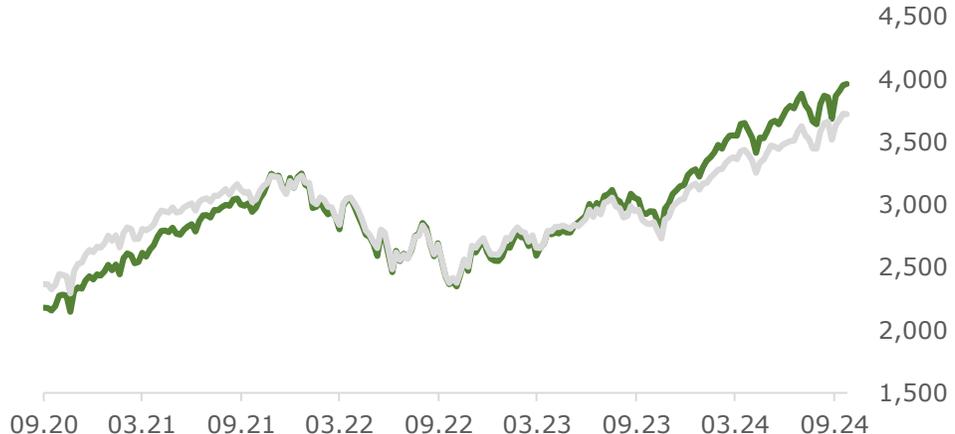
Source: JCR-ER, Refinitiv

Sustainability Indices

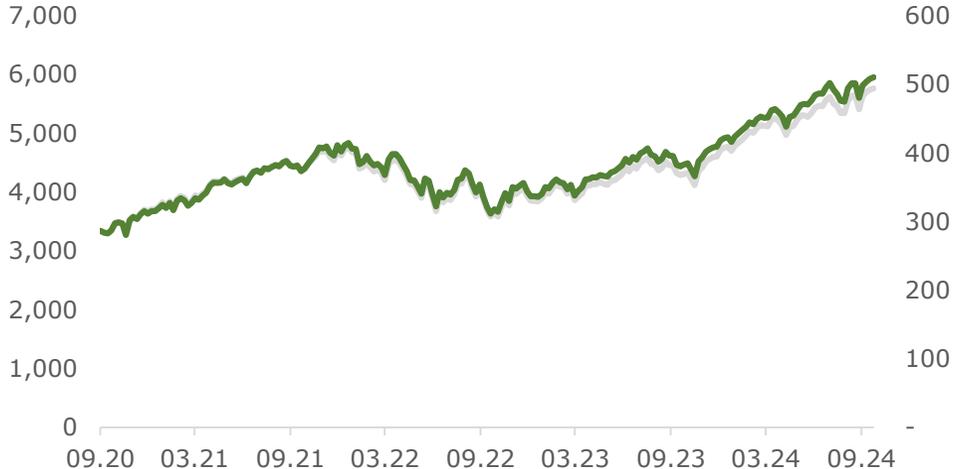
BIST Sustainability Index
BIST100



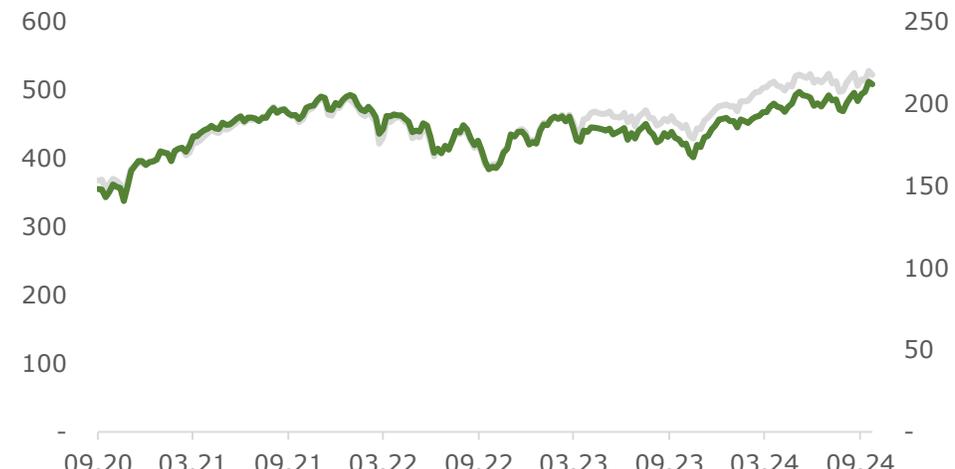
KLD400 Social Index
MSCI Global Index



SP500 Sustainability (Right Axis)
SP500 Index (Left Axis)



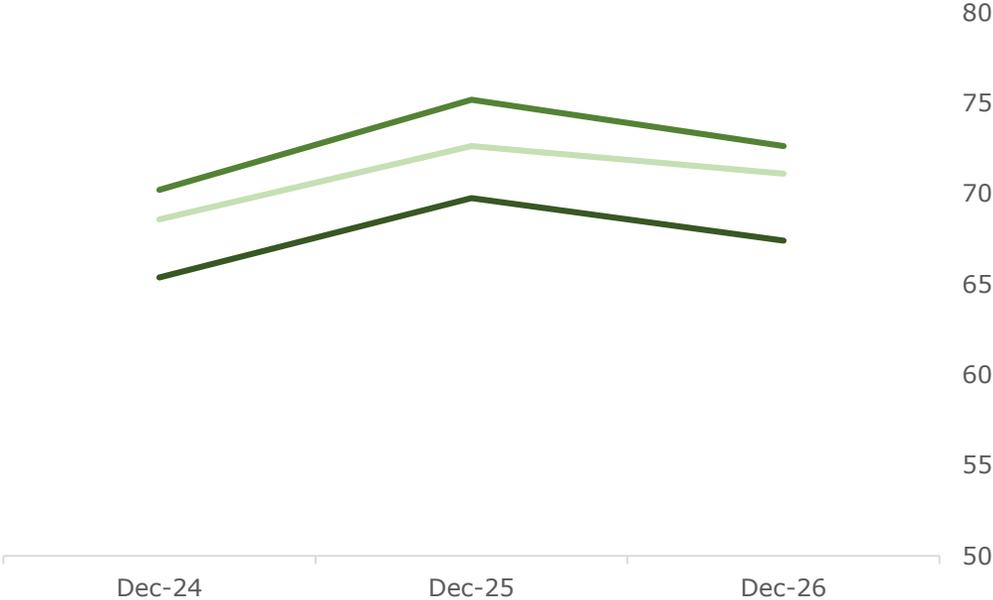
Stoxx Global ESG Leader Index (Right Axis)
STOXX600 Index (Left Axis)



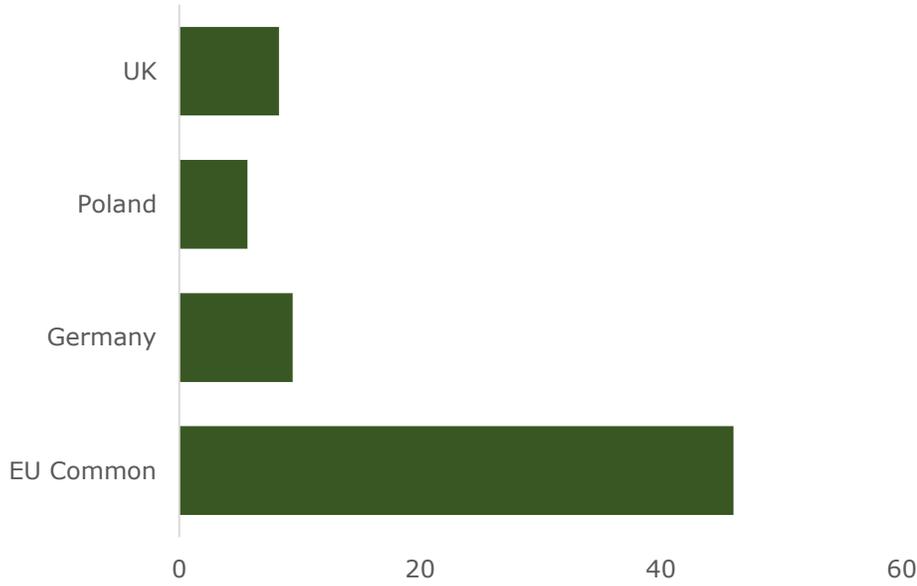
Source: JCR-ER, Refinitiv

Carbon Market

Carbon certificate prices is just below 70 EUR/t.
30 September 2024 30 August 2024 30 July 2024



The amount of carbon certificates to be auctioned in the next month is 69 million tons.
Auctioned Carbon Certificates (EUR/t)



Source: JCR-ER, Refinitiv



Economic and Analytical Research

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